

Message Text

CONFIDENTIAL

PAGE 01 STATE 086504

65

ORIGIN L-03

INFO OCT-01 ARA-06 ISO-00 SP-02 AID-05 EB-07 NSC-05

CIEP-01 TRSE-00 SS-15 STR-04 OMB-01 CEA-01 CIAE-00

INR-07 NSAE-00 COME-00 FRB-03 H-02 INRE-00 SSO-00

NSCE-00 USIE-00 PRS-01 PA-01 /065 R

DRAFTED BY L/ARA:DAGANTZ

APPROVED BY T:CEMAW

S/P:LEINAUDI

ARA:HRYAN

S/S:FORTIZ

TRESURY:FMARESCA (SUB)

----- 004232

O 092055Z APR 76

FM SECSTATE WASHDC

TO AMEMBASSY LIMA IMMEDIATE

C O N F I D E N T I A L STATE 086504

E.O. 11652: GDS

TAGS: EIND, EINV, EMIN, PFOR, PE

SUBJECT: MARCONA

1. WE HAVE ADVISED THE COMPANY OF THE SETTLEMENT OFFER MADE BY THE GOP ON MONDAY AND HAVE RECOMMENDED THAT THEY ACCEPT IT -- DESPITE THE FACT THAT THE COMPANY HAD HOPED FOR MORE AND STILL BELIEVES IT DESERVES MORE. STRUCTURE OF MARCONA AND ITS PARENT CORPORATIONS IS SUCH, HOWEVER, THAT ESSENTIAL DECISIONS WILL NOT BE TAKEN UNTIL BOARDS OF DIRECTORS FINISH MEETING LATE MONDAY, APRIL 12. THEREFORE, WE WILL PROBABLY NOT HAVE ANY CLEAR WORD ON THEIR POSITION UNTIL APRIL 13.

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 STATE 086504

2. PLEASE CONVEY ABOVE TO AMBASSADOR DE LA PUENTE.

3. FYI: WE BELIEVE CHANCES OF COMPANY'S ACCEPTING OFFER IN PRINCIPLE ARE GOOD AND HAVE URGED THEM TO DO SO. HOWEVER, THEY MAY NOT ACCEPT AND IN ANY EVENT WE WISH TO AVOID GIVING GOP THE IMPRESSION THAT EITHER THE COMPANY OR USG IS EAGER TO ACCEPT, AS WE FEAR THERE IS A SIGNIFICANT CHANCE OF AT LEAST SOME BACKSLIDING OVER SUCH MATTERS AS THE DETAILS OF THE TRANSPORTATION AGREEMENT (WHERE IT WILL BE DIFFICULT TO ACHIEVE \$12 MILLION IN BENEFITS FOR MARCONA) AND IN ORE SALES CONTRACTS. YOU THEREFORE SHOULD BE CAREFUL

IN YOUR CONVERSATIONS WITH DE LA PUENTE AND ANY OTHERS TO AVOID ANY INDICATIONS WHICH MIGHT GIVE GOP THE IMPRESSION THAT ACCEPTANCE IS A FOREGONE CONCLUSION. IT IS PRIMARILY FOR THIS REASON THAT WE ARE NOT REPEAT NOT INCLINED TO GO AHEAD WITH SIGNATURE OF ANY NEW AID AGREEMENTS IN THE NEXT FEW DAYS. END FYI. KISSINGER

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: NATIONALIZATION, COMPENSATION, NEGOTIATIONS
Control Number: n/a
Copy: SINGLE
Draft Date: 09 APR 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: powellba
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976STATE086504
Document Source: CORE
Document Unique ID: 00
Drafter: DAGANTZ
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D760135-0700
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t19760476/aaaacmzl.tel
Line Count: 78
Locator: TEXT ON-LINE, ON MICROFILM
Office: ORIGIN L
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: powellba
Review Comment: n/a
Review Content Flags:
Review Date: 21 JUL 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <21 JUL 2004 by ShawDG>; APPROVED <29 OCT 2004 by powellba>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
04 MAY 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: MARCONA
TAGS: EIND, EINV, EMIN, PFOR, PE, US, MARCONA
To: LIMA
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006